

**[BSP CIRCULAR NO. 741 SERIES OF 2011,
November 17, 2011]**

**GUIDELINES ON TEMPORARY WINDOW FOR THE PURCHASE OF
FOREIGN EXCHANGE (FX) TO SERVICE UNREGISTERED PRIVATE
SECTOR FOREIGN LOANS¹**

SUBJECT : GUIDELINES ON TEMPORARY WINDOW FOR THE PURCHASE OF
FOREIGN EXCHANGE (FX) TO SERVICE UNREGISTERED PRIVATE
SECTOR FOREIGN LOANS¹

Pursuant to Monetary Board Resolution No. 1681 dated 10 November 2011,
approving the three (3)- month temporary window for the purchase of FX to service
unregistered private sector foreign loans, the following guidelines are hereby issued:

I. Coverage

The temporary window shall be available for the three 930-month period from
December 2011 to February 2012 and shall cover the following foreign loans of the
private sector that are outstanding as of 30 June 2011 with payments (principal,
interest and other related fees) falling due within said period:

- a. Loans not yet registered but already approved by the BSP;
- b. Loans without BSP approval/ registration, but being reported to the BSP; and
- c. Loans without BSP approval/ registration, and not being reported to the BSP.

Prepayments and arrears may also be considered subject to conditions indicate
herein.

A limit on the maximum amount of FX that may be purchased shall be determined
by the BSP based on prevailing conditions.

II. Procedures

Private sector borrowers with foreign loans covered by the above categories may
purchase FX from authorize agent banks (AABs) and/or their subsidiary/affiliate
foreign exchange corporations (AAB-forex corps) to service regular/schedule loan
payments (principal, interest and related fees), including arrears and payments
within the three (3)-month period upon compliance with the following:

1. Private sector borrowers shall submit to the BSP, through the International
Operations Department (IOD), the duly accomplished "Application for Authority to
Purchased FX" (Annex A), together with documentary requirements specified therein
and applicable processing fee, not later than 5 December 2011. For payments
falling due/payments to be made from 1-9 December 2011, the application
(together with the required documents) shall be submitted not later than 24
November 2011.

Applications received beyond the said deadline shall no longer be